Federal Communications Commission

Flexibility for Mobile Satellite Service Providers
Ancillary Terrestrial Component
IB Docket No. 01-185
March 12, 2002



Globalstar System

- Operating service links in the Big LEO L/S Bands (1610-1621.35/2483.5-2500 MHz)
 - Licensed to launch and operate in the 2 GHz Band
- 25 Gateways in commercial service
- 1 Gateway fully functional awaiting operating license (Delareyville, South Africa)
- Preparing to ship second Gateway to China
- 11 Gateways in storage in Long Beach, California
 - Two committed to gateway expansions
 - Nine remain uncommitted



Globalstar System

- Space Segment
 - 48 Satellite constellation
 - 2 In-orbit spare satellites (held at lower altitude pending need)
 - 10-Year life predicted
- Ground Segment
 - 26 Service provider owned and operated gateways
 - 6 Worldwide satellite telemetry ground stations integrally incorporated into gateway network (5 currently operating)
 - 2 Globalstar owned and operated Control Centers in California
- Global Data Network managed by CACI/Infonet



Total Usage by Terminal Type (Minutes in 000s)

_	2001				
Terminal Type	Q1	Q2	Q 3	Q4	Total
Mobile ^{1/}	3,368	4,195	5,662	4,869	18,094
Fixed	509	1,012	1,734	1,913	5,169
Data Modem	167	179	34	54	435
Aviation				164	164
Total =	4,045	5,386	7,431	7,001	23,862
Period over period % growth	53%	33%	38%	-6%	261%
Period daily average	44.9	59.2	82.6	76.1	65.4

^{1/} Mobile = Mobile+Carkit+Marine usage



Restructuring Status

- Chapter 11 Petition filed February 15, 2002 in Delaware
 - Includes consensual restructuring plan with principal creditors
 - Not a liquidation!
- Operating as debtor-in-possession
 - Service continues as before
 - Bare-bones operating expense budget
- Implementing business consolidation strategy
 - Includes the "roll up" of certain service provider gateways
- Soliciting additional investment
 - ATC authority is key to increasing value of system, attracting investment



Restructuring Status

- First consolidation transaction: the purchase of Vodafone's assets in North America, signed December 18, 2001
 - Five associated applications placed on Public Notice on February 27, 2002
- Globalstar, through a subsidiary, will replace Vodafone Satellite Services as the MSS service provider in North America



Restructuring Status

- Economic recession for two years has depressed all telecom business and reduced Globalstar's revenue
- Assets are underutilized
- ATC authority kick-starts New Globalstar's business as economy recovers from recession



ATC Authority is in the Public Interest

- ATC significantly improves spectrum utilization
- ATC significantly improves the economics of MSS operation
 - Broadens base of potential subscribers
 - Induces more usage, improving average revenue per unit in service
 - Jump-starts new product development
- ATC provides a reliable, ubiquitous, primary or back-up public safety and emergency response system Globalstar

- Partial severance of Globalstar's L/S Band spectrum would create a new, unaffiliated terrestrial service, and thereby ignore the essential rationale for ATC
- Reduction in L/S Band spectrum for MSS would
 - Force costly redesign of system software
 - Require modification of existing Globalstar handsets
 - Reduce system capacity, perhaps ruinously
 - Limit introduction of new MSS services, such as aircraft monitoring

(continued)



- Keep cost of service high, subscriber base and income low
- Decrease financing for replacement/next generation system due to less income
- Compromise Globalstar's existing ability to avoid interference to/coordinate with Radioastronomy, GPS, GLONASS, ITFS, others
 - CDMA MSS operators require all of the licensed spectrum in order to coordinate with these services
- Preclude multiple CDMA MSS systems in L/S Band



- ATC by separate licensee could not be implemented in near term, and delay would not serve the public interest
 - If not available exclusively to current MSS licensees, then not "ancillary"
 - New spectrum allocation rulemaking proceedings
 - New sources of in-band and out-of-band interference where interference is managed today
 - Litigation



- Separate MSS/ATC operations are not technically feasible
 - No way to re-use channels in two separate systems
 - No reasonable way to manage interference between ATC and MSS systems
 - No equitable way to assign channels dynamically to different systems
 - Creates host of operational support systems problems for numbering, billing, roaming, etc.
- Two CDMA MSS licensees can effectively coordinate MSS and ATC systems in shared L/S Band

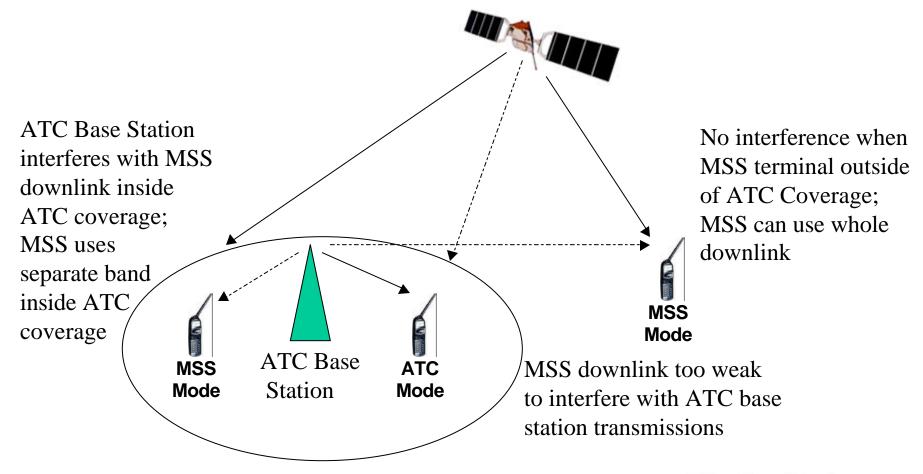


Single CDMA operator can manage MSS/ATC shared bandwidth

- Forward band sharing works with Globalstar's current satellites and network
 - Satellite downlinks do not interfere with base station transmissions
 - ATC base station will interfere with MSS user within base station coverage
 - Unless MSS mode uses different frequency
 - But, no interference when MSS user is outside ATC coverage
 - ATC terminal transmissions will degrade satellite capacity
 - This is manageable with MSS and ATC frequency assignment control



Single CDMA operator can manage MSS/ATC shared downlink bandwidth





Single CDMA operator can manage MSS/ATC shared uplink bandwidth

ATC could interfere

with MSS terminal transmissions; ATC terminal transmits less power and frequency assignment allows operation MSS terminal could interfere with ATC terminal No interference when **MSS** transmissions: MSS terminal outside Mode MSS uses of ATC Coverage; **MSS ATC** separate band ATC Base Mode Mode MSS can use whole inside ATC Station uplink coverage

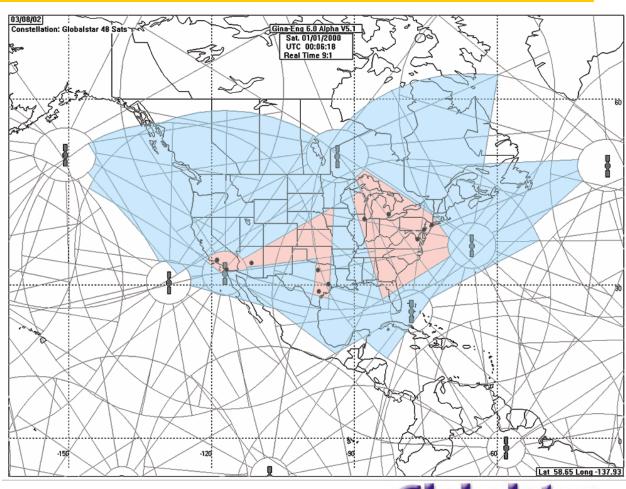
Single CDMA operator can manage MSS/ATC shared bandwidth

- By allowing MSS operator to integrate ATC and share bandwidth, frequency re-use and capacity is increased by 50% relative to band split between ATC and MSS
 - Improvement is between 55% and 58% by beam count based on following examples
 - MSS operator has to dynamically control frequency assignments in order to achieve this efficiency



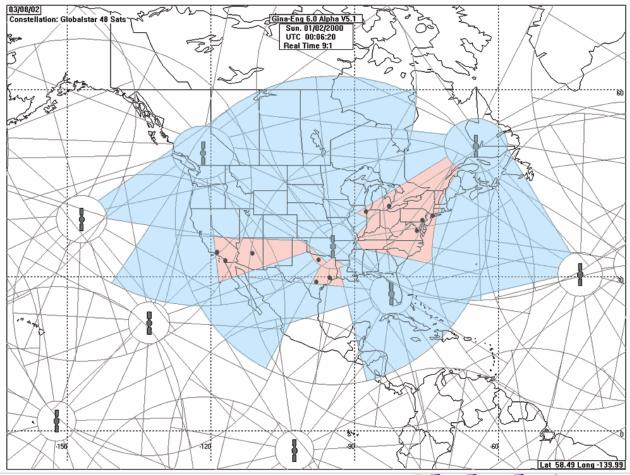
ATC Frequency Interference Zones Example A

- 10 most populous cities + DC assumed to have ATC services
- Blue zones show normal full-spectrum MSS beams
- Pink zones show regions where worst case ATC frequency interference causes lack of MSS service in ATC frequencies



ATC Frequency Interference Zones Example B

Same as Example
 "A" except one day
 later to show
 dynamics of ATC
 interference zones



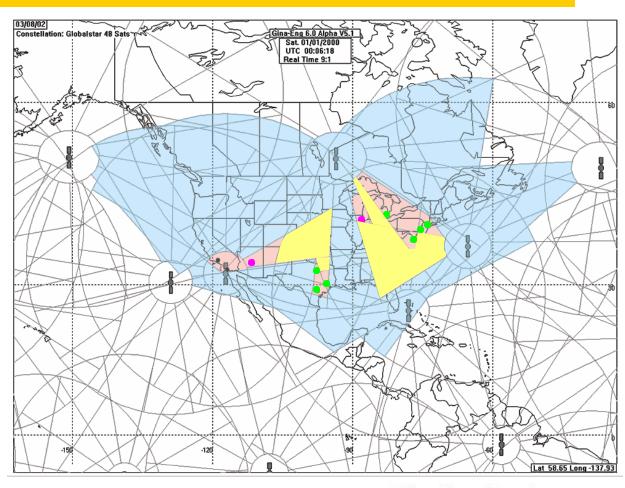
Efficiency gained from single MSS/ATC system operator

- Additional frequency re-use is achieved when the MSS operator can dynamically assign MSS and ATC frequencies together
 - Up to another 50 % re-use
 - Frequency assignment algorithms exist that create these efficiencies
- Quality of service also improves with single MSS/ATC operator



Dynamic Frequency Assignments Example A

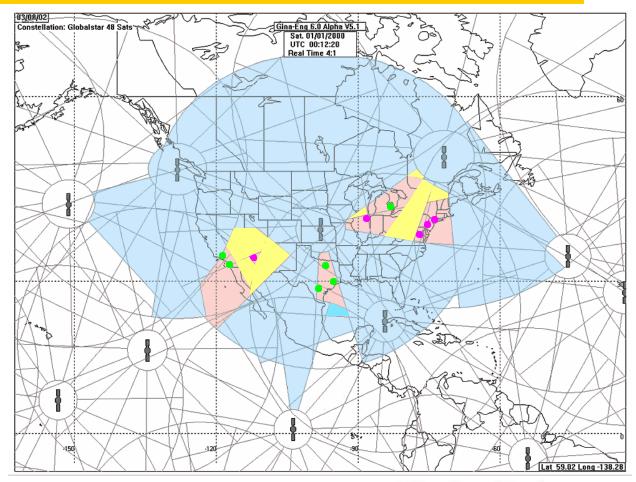
- Yellow zones show improvement in MSS service area by assigning two separate frequencies dynamically to MSS and ATC segments
- Yellow zones have all MSS frequencies via select satellites
- Separate ATC frequencies designated by purple and green dots
- Shows 50% more re-use





Dynamic Frequency Assignments Example B

Same as Example "A"
 except six minutes
 later to show dynamics
 of ATC interference
 zones and required
 frequency coordination
 between MSS and
 ATC segments





Big LEO Spectrum can be shared by CDMA MSS/ATC operators

- CDMA MSS shares full spectrum in accordance with FCC rules and ITU Radio Regulations
- Operators coordinate separate ATC spectrum
 - Operators can offer ATC in the same locations
- Operators can reserve some spectrum for MSS only
 - Allows for service to MSS only terminals in ATC service areas



Big LEO Spectrum can be shared by CDMA MSS/ATC operators

- MSS downlink shared by coordinating system PFD limit
- ATC downlink and uplink shared by coordinating separate spectrum per area
- MSS uplink shared by aggregate EIRP limits
 - Limits apply to both MSS and ATC terminals
 - Value of aggregate EIRP is higher in the bandwidth in which operator uses ATC
 - Lower value in MSS part of band



MSS/ATC Operator to MSS/ATC Operator Spectrum Coordination

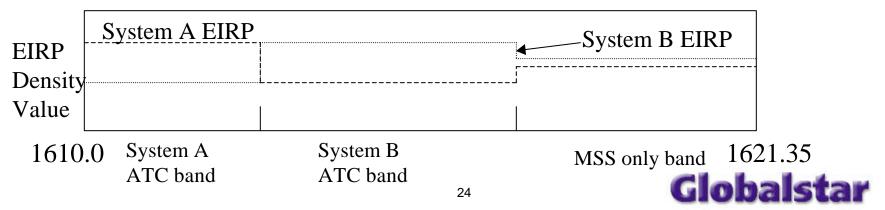
Downlink

MSS operations share the whole band by coordinating downlink spectral power flux density limits

ATC operations split the band per small geographical area (city size)

2483.5

 Uplink is shared by setting aggregate uplink EIRP spectral density - MSS over whole band, ATC split



Interference Considerations

- Part 25/GMPCS Big LEO technical rules fully protect other in-band and out-of-band licensees
- ATC operated by MSS licensee causes no additional in-band interference
 - ATC Radio Astronomy interference would be limited in accordance with existing coordination agreement which uses exclusion zones and power limits
 - ATC Base Station placement will be done in coordination with existing Fixed Service installations



Interference Considerations

- ATC operated by MSS licensee causes no additional out-of-band interference
 - ATC terminals will have the same OOB specifications as Globalstar's MSS terminals
 - Interference to GPS and GLONASS will be limited according to FCC proposed rules
 - Interference to Iridium will be limited according to ITU recommendations
 - ATC base stations will not interfere with ITFS or MMDS if operated below 2498.0 MHz
 - Base stations operating above 2498.0 MHz will be placed in coordination with nearby ITFS and MMDS stations



2 GHz MSS vs. Big LEO MSS

- Exactly the same technical considerations apply
 - Dynamic channel assignment
 - Control of interference
 - Efficient utilization of bandwidth
 - Maximizing number of subscribers within licensed bandwidth
 - Better quality of service in metropolitan areas



2 GHz MSS vs. Big LEO MSS

- Grant of ATC authority to L/S Band MSS would
 - Boost an important, struggling industry
 - Result in exciting new options for consumers
 - Allow MSS to meet emerging public safety and emergency services requirements
 - Maximize public benefit by increasing potential subscribers and reusing existing spectrum



Summary

- ATC authority is valuable to MSS licensees and to consumers. It should be implemented expeditiously.
- It is not technically feasible for a MSS system and a separately-operated ATC to co-exist in a single spectrum band.
- At least two CDMA MSS operators can share the Big LEO spectrum and provide ATC.

